

AMENDED IN ASSEMBLY MAY 4, 2009

AMENDED IN ASSEMBLY MARCH 25, 2009

CALIFORNIA LEGISLATURE—2009—10 REGULAR SESSION

ASSEMBLY BILL

No. 725

Introduced by Assembly Members Jones and Torres
(Coauthors: Assembly Members ~~Hall and Price~~ Block, Blumenfield,
***Hall, Price, and Portantino*)**
(~~Coauthor: Senator DeSaulnier~~ Coauthors: Senators DeSaulnier and
***Florez*)**

February 26, 2009

An act to amend Section 11629.84 of the Insurance Code, relating to auto insurance.

LEGISLATIVE COUNSEL'S DIGEST

AB 725, as amended, Jones. Auto insurance: low-cost automobile insurance.

Existing law establishes, within the California Automobile Assigned Risk Plan, a low-cost automobile insurance program. Existing law establishes the low-cost automobile insurance program in several specified counties and makes the expansion to all other counties in California subject to a determination of need made by the Insurance Commissioner following a public meeting, as specified. Existing law provides for the issuance of automobile liability policies pursuant to this program under specified terms and conditions, and provides that a policy so issued satisfies specified requirements regarding financial responsibility. Existing law provides that the low-cost automobile insurance program shall remain in effect only until January 1, 2011.

This bill would instead provide that the low-cost automobile insurance program shall remain in effect until January 1, 2016.

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 11629.84 of the Insurance Code is
2 amended to read:
3 11629.84. This article shall remain in effect *only* until January
4 1, 2016, and as of that date is repealed, unless a later enacted
5 statute, that is enacted before January 1, 2016, deletes or extends
6 that date.

O